CITY OF ALAMEDA

Memorandum

To: Honorable Mayor and

Members of the City Council

From: Lisa Goldman

Acting City Manager

Date: May 17, 2011

Re: Award a Contract in the Amount of \$1,373,000, Including Contingencies,

to Gallagher & Burk, Inc., for Otis Drive Rehabilitation, No. P.W. 08-10-21

BACKGROUND

On September 7, 2010, the City Council authorized the Interim City Manager to file an application for \$837,000 in Federal Surface Transportation Program (STP) funding for the rehabilitation of Otis Drive, from Westline Drive to Willow Street. On March 15, 2011, the City Council adopted plans and specifications and authorized a call for bids for Otis Drive Rehabilitation, No. P.W. 08-10-21. The project will repair and resurface approximately one mile of Otis Drive, from Westline Drive to Willow Street. Proposed work includes repair of failed pavement areas, replacement of Americans With Disabilities Act (ADA) curb ramps, spot replacement of curb and gutter to address ongoing ponding, installation of conduit at Grand Street for future traffic signal improvements, and a full width asphalt overlay.

DISCUSSION

To solicit the maximum number of bids and most competitive price, plans and specifications were provided to 19 separate builders exchanges throughout the Bay Area and the eBidboard website. A notice was also published in the Alameda Journal. Four contractors submitted bids, and the bids were opened on April 28, 2011. The list of gualified bidders, from lowest to highest total project cost, includes:

| Contractor | Location | Bid Amount |
|-----------------------------------|---------------------|----------------|
| Gallagher & Burk, Inc. | Oakland | \$1,193,780.00 |
| Ghilotti Construction | Santa Rosa | \$1,221,953.00 |
| Interstate Grading and Paving Co. | South San Francisco | \$1,311,149.20 |
| Redgwick Construction Co. | Newark | \$1,358,665.60 |

Public Works staff has certified that the apparent low bidder has made a concerted good faith effort towards meeting the Underutilized Disadvantaged Business Enterprise (UDBE) goal, as required by the Federal Surface Transportation Program funding. The bid includes a 15.01% UDBE Subcontractor participation. Per the specifications, if the Contractor does not meet this UDBE participation, funds may be withheld. Staff

proposes to award a contract to Gallagher & Burk, Inc. for a total amount of \$1,373,000, including a 15% contingency. A copy of the contract is on file in the City Clerk's office.

FINANCIAL IMPACT

The funds for this project are budgeted in the Public Works Department's account for Capital Improvement Program (91034) Otis Drive Rehabilitation project, with \$837,000 in Federal Surface Transportation Program funds (Fund 310), \$108,442 in Proposition 42 (Fund 212) local matching funds, and the remaining \$427,558 from the Citywide Development Fee (Fund 340). There is no impact to the General Fund.

MUNICIPAL CODE/POLICY DOCUMENT CROSS REFERENCE

This project will assist in meeting the goals of the City of Alameda's Local Action Plan for Climate Protection, by requiring recycling of 80% of all construction waste.

ENVIRONMENTAL REVIEW

In accordance with the California Environmental Quality Act (CEQA), this project is Categorically Exempt under CEQA Guidelines Section 15301(c), Existing Facilities. In accordance with the National Environmental Protection Act (NEPA), Caltrans has determined that the project is Catagorically Excluded under 23 CFR 771.117(d), Activity d(1) Highway Rehabilitation.

RECOMMENDATION

Award a contract in the amount of \$1,373,000, including contingencies, to Gallagher & Burk, Inc. for Otis Drive rehabilitation, No. P.W. 08-10-21.

Respectfully submitted.

Matthew T. Naclerio

Public Works Department

Laurie Kozisek

Associate Civil Engineer

Approved as to funds and account,

Fred Marsh

Controller

cc: Gallagher & Burk, Inc.